COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	
OF PENDLETON COUNTY WATER)	CASE NO. 2006-00345
DISTRICT)	

<u>ORDER</u>

On July 10, 2006, Pendleton County Water District ("Pendleton") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.012 and 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

- 1. Pendleton purchases water from the city of Falmouth and Northern Kentucky Water District ("Northern Kentucky").
- 2. Northern Kentucky notified Pendleton that, effective with Northern Kentucky's June 1, 2006 billing, Pendleton's water rate would increase from \$2.40 to \$2.52. Pendleton proposes to increase the water rates to its customers effective June 15, 2006.
- 3. During the 12 months ending June 30, 2006, Pendleton purchased 159,636,300 gallons of water and sold 139,043,740 gallons. The increase in the cost of purchased water is \$12,088.02, resulting in a purchased water adjustment of \$0.09 per 1,000 gallons.
- 4. The purchased water adjustment of \$0.09 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

- 1. The proposed rates by Pendleton are approved.
- 2. The purchased water adjustment of \$0.09 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after June 15, 2006.
- 3. Within 20 days of the date of this Order, Pendleton shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 8th day of August, 2006.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2006-00345 DATED August 8, 2006

The following rates and charges are prescribed for the customers in the area served by Pendleton County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

<u>5/8" X 3/4" Meter</u>	
First 2,000 gallons	\$19.52 Minimum Bill
Next 3,000 gallons	8.41 per 1,000 gallons
Next 10,000 gallons	7.91 per 1,000 gallons
Over 15,000 gallons	6.81 per 1,000 gallons
Pendleton County High School	
First 125,000 gallons	\$872.95 Minimum Bill
Over 125,000 gallons	6.81 per 1,000 gallons
0.00	
<u>Griffin Industries</u>	
, 0	\$2,764.80 Minimum Bill
Over 400,000 gallons	6.81 per 1,000 gallon
City of Butler	
First 1,672,917 gallons	\$5,202.77 Minimum Bill
Over 1,672,917 gallons	3.11 per 1,000 gallons